07 LC 28 3517ER

House Bill 714

By: Representative Holmes of the 61st

A BILL TO BE ENTITLED AN ACT

- 1 To amend Article 1 of Chapter 81 of Title 36 of the Official Code of Georgia Annotated,
- 2 relating to local government budgets and audits, so as to provide that no subrecipient shall
- 3 be considered an agent of the unit of local government or be indemnified or held harmless
- 4 by the unit of local government for any negligence, misfeasance, or malfeasance of the
- 5 subrecipient and that a recipient unit of local government shall not be liable for any
- 6 expenditure of state grant funds by a subrecipient, regardless of when such funds were
- 7 received; to provide for related matters; to provide an effective date; to repeal conflicting
- 8 laws; and for other purposes.

9

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

- 11 Article 1 of Chapter 81 of Title 36 of the Official Code of Georgia Annotated, relating to
- 12 local government budgets and audits, is amended by revising subsection (f) of Code Section
- 13 36-81-8.1, relating to grant certifications, as follows:
- 14 "(f) No subrecipient shall be considered an agent of the unit of local government or be
- indemnified or held harmless by the unit of local government for any negligence,
- misfeasance, or malfeasance of the subrecipient, and a recipient unit of local government
- shall not be liable for any expenditure of state grant funds by a subrecipient, regardless of
- when such funds were received."
- SECTION 2.
- 20 This Act shall become effective upon its approval by the Governor or upon its becoming law
- 21 without such approval.
- SECTION 3.
- 23 All laws and parts of laws in conflict with this Act are repealed.